

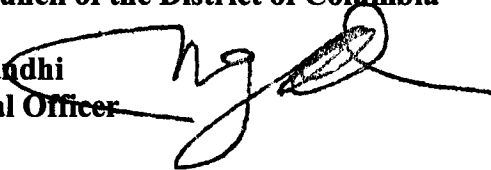
**Government of the District of Columbia
Office of the Chief Financial Officer**



Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

TO: The Honorable Vincent C. Gray
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi 
Chief Financial Officer

DATE: July 13, 2010

SUBJECT: Fiscal Impact Statement – “Kelsey Gardens Redevelopment Project
Real Property Limited Tax Abatement Assistance Amendment Act of
2010”

REFERENCE: DRAFT – No Bill Number

Conclusion

Funds are sufficient in the FY 2011 through FY 2014 budget and financial plan to implement the provisions of the proposed legislation.

Background

The proposed legislation expands the conditions under which the Kelsey Gardens Redevelopment Project abatement moves forward. Specifically, the provision would broaden the financing sources for the project from securing of a U.S. Department of Housing and Urban Development mortgage to securing of any mortgage for the project.

Financial Plan Impact

Funds are sufficient to implement the provisions of the proposed legislation. Funding for the tax abatement for Kelsey Gardens Redevelopment Project is already included in the District’s budget and financial plan for fiscal years 2010, 2011, and 2012.¹ The proposed legislation would expand financing options for the project that would still allow the project to maintain this tax abatement.

¹ Per Subtitle (VII)(D) of D.C. Act 18-462, FY 2011 Budget Support Act of 2010, enacted on July 2, 2010.